

STATE OF INDIANA

BEFORE THE
NATURAL RESOURCES COMMISSION
OF THE
DEPARTMENT OF NATURAL RESOURCES

IN THE MATTER OF:

Keller Lease
Survey 31, T2S, R10W
Knox County, Indiana

) PETITION OF DEE DRILLING CO.
) FOR AN EXCEPTION TO 310
) IAC 7-1-(30,31) OF THE
) GENERAL OIL AND GAS WELL
) SPACING RULES

PETITION

Comes now Dee Drilling Co., on behalf of itself and other owners of leasehold interests as set forth below (hereinafter called "Petitioner"), and respectfully shows the Department of Natural Resources of the State of Indiana the following:

1. Petitioner is the holder of legal title to, and is the duly authorized representative of all other owners of contractual or other beneficial interests in, certain oil and gas leaseholds covering land in Survey 31, Township 2N, Range 10W, lying in Knox County, Indiana, which leasehold estates and lands are more fully described in a schedule thereof, marked Exhibit "A" and by reference incorporated herein and made a part hereof. The lands so designated on Exhibit "A" are hereinafter referred to as the "Affected Area".
2. It is the purpose of this Petition to request a spacing exception as described in Exhibit "A", pursuant to the provisions of 310 IAC 7-1-32.
3. As grounds for seeking said exception, Petitioner would respectfully show to the Commission that the purposed area is not covered by the rectangular survey system, therefore, it cannot be used to designate the drilling area.
4. Petitioner is ready and willing to supply to the Commission or to its representatives such further and additional information as may be pertinent or relative to a consideration of assignment of twenty (20) acre drilling unit within location of non-standard survey area in the Affected Area, at or prior to consideration of this Petition.
5. Petitioner represents that to the best of the knowledge, information and belief of Petitioner, no valid reasons exist to indicate or establish that the assignment of twenty (20) acre drilling unit within location of non-standard survey area would not be in the best interest of conservation, and on the contrary, Petitioner respectfully states that the maintaining of standard spacing and unit specifications in the Affected Area is contrary

St. Gen.

Doc 18-2008

Exhibit "A"

Dee Drilling Co.
Keller D-1 Part of Survey 31 Township 2 North Range 10 West,
Knox County, Indiana

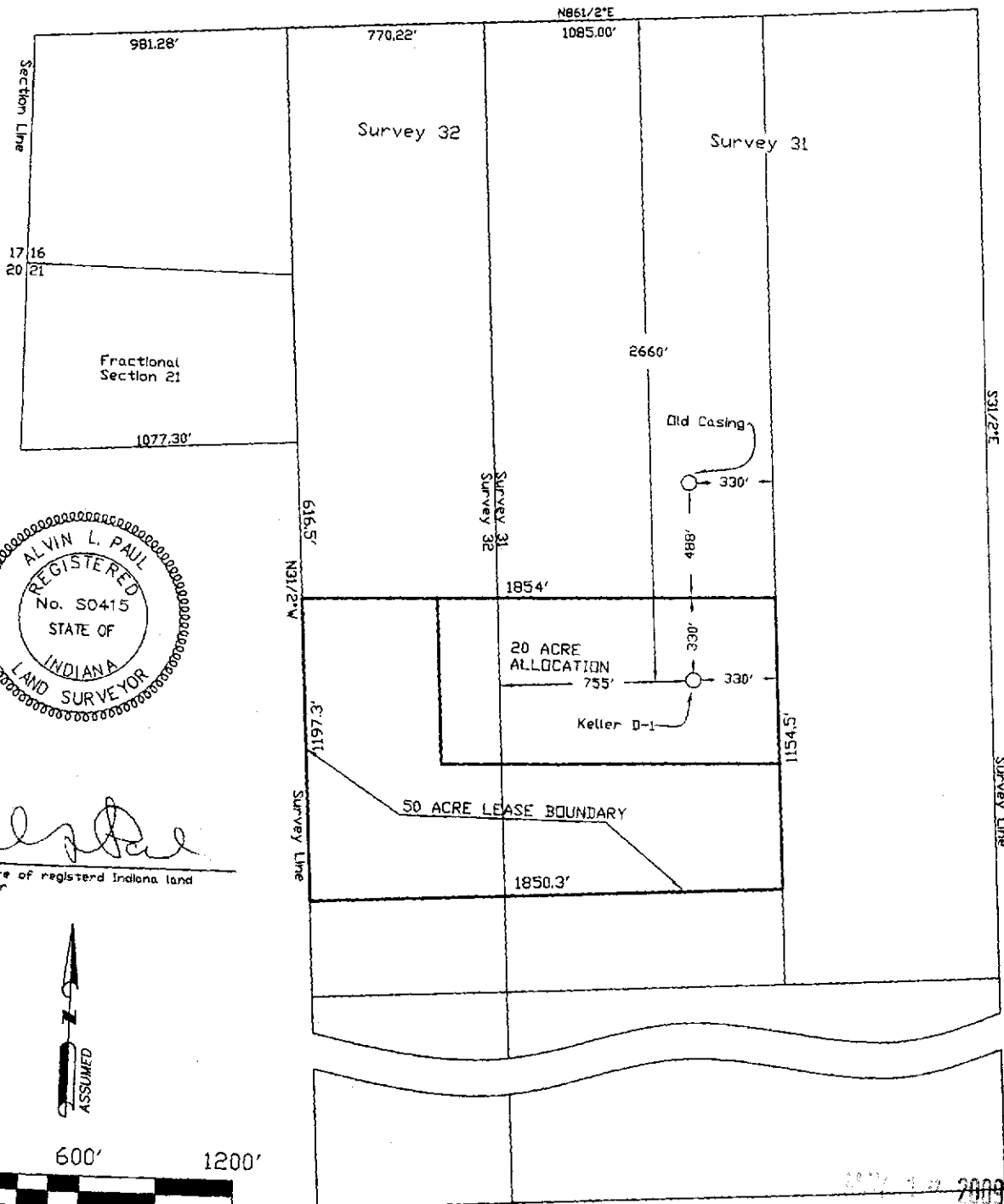
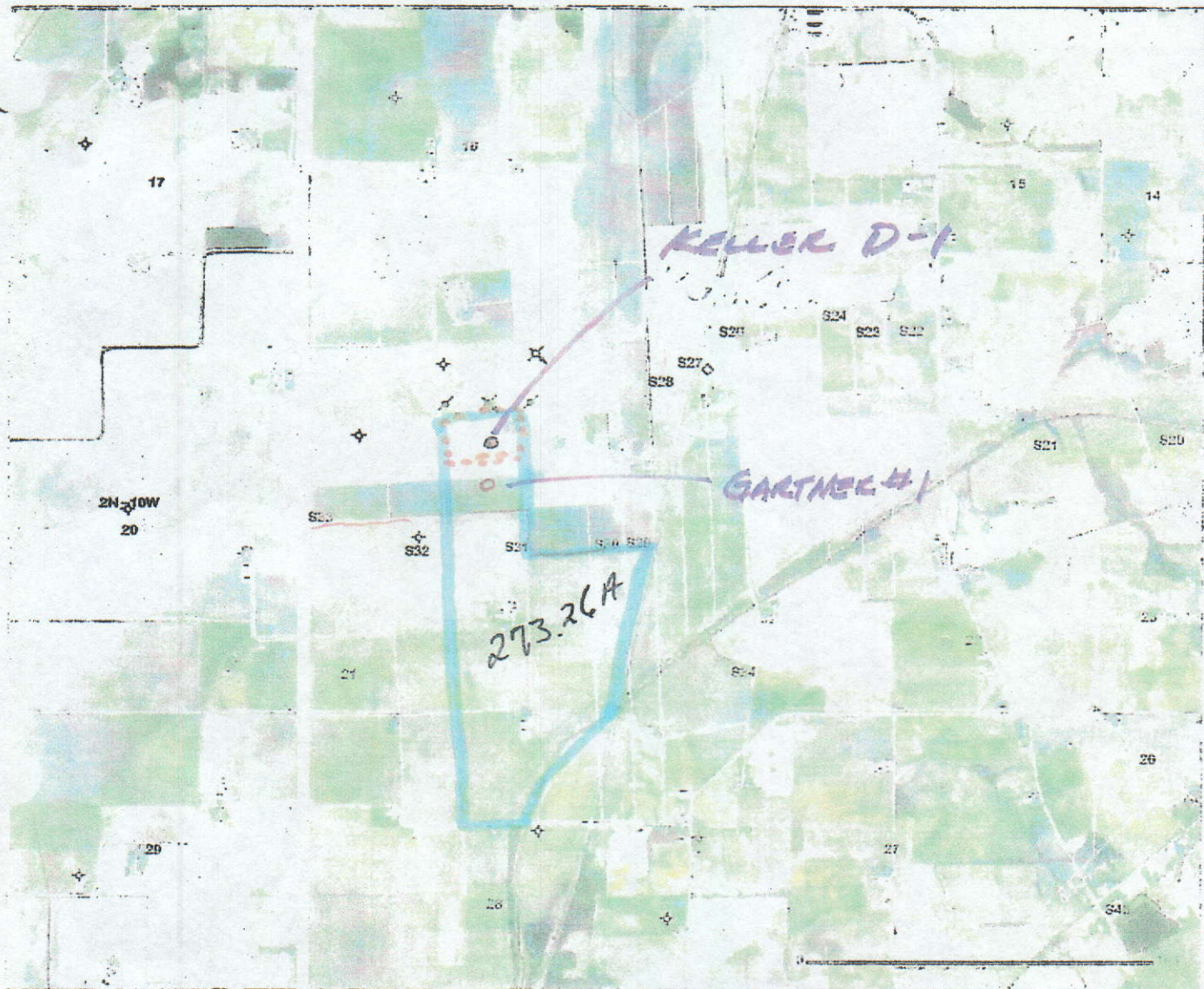


Exhibit "B"
PDMS Output



Leg

LAYDOWN 20

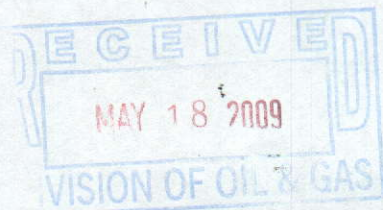
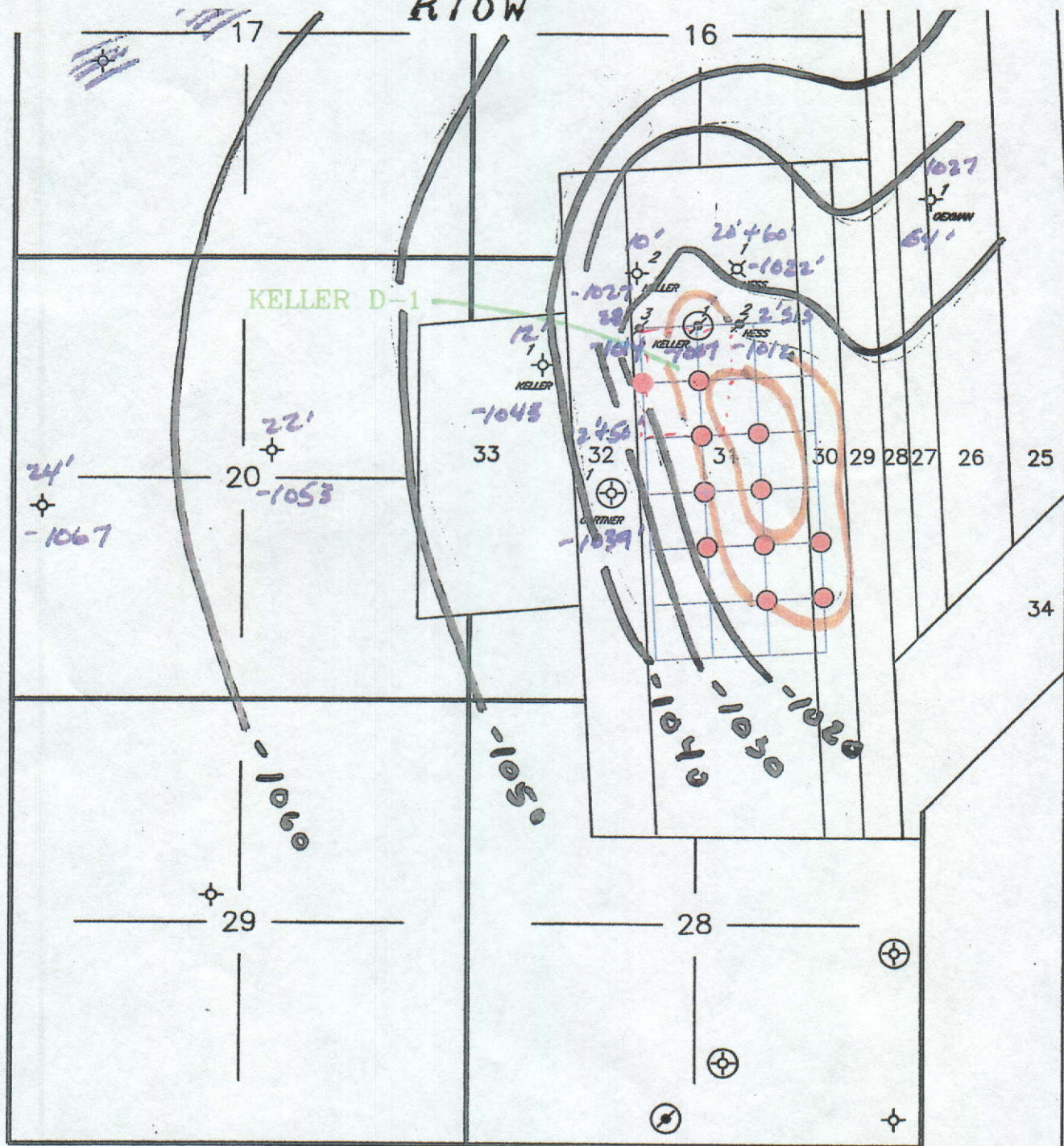


Exhibit "C"
R10W

T
2
N



DEE DRILLING COMPANY PURCELL PROSPECT

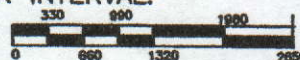
KNOX COUNTY, INDIANA

KEY

- OIL WELL
- ⊙ ABANDON WELL
- ⊙ ABANDON INJECTION
- ⊙ DRY HOLE
- NEW WELLS (Potential)
- ⊙ INJECTION WELL

LEGEND

GEOLOGY: M WHITE
DATE: 09/02/03
DRAWN BY: MW FILE: DEE-28
DATUM:
CONTOUR INTERVAL:
SCALE:



HARDINSBURG SAND STRUCTURE